

# House Study Bill 45

SENATE/HOUSE FILE \_\_\_\_\_  
BY (PROPOSED TREASURER OF  
STATE BILL)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

## A BILL FOR

1 An Act providing for state employee payroll deductions for Iowa  
2 educational savings plan trust contributions.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
4 TLSB 1229XD 81  
5 ec/pj/5

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1 1 Section 1. NEW SECTION. 70A.17B PAYROLL DEDUCTION FOR  
1 2 IOWA EDUCATIONAL SAVINGS PLAN TRUST CONTRIBUTIONS.  
1 3 1. The state officer in charge of any of the state payroll  
1 4 systems shall deduct from the wages or salaries of a state  
1 5 officer or employee an amount specified by the officer or  
1 6 employee for payment to the Iowa educational savings plan  
1 7 trust created in section 12D.2 in a method consistent with  
1 8 current discretionary payroll deductions and on forms  
1 9 prescribed by the payroll administrator.

1 10 2. The moneys deducted under this section shall be paid to  
1 11 the Iowa educational savings plan trust for the benefit of the  
1 12 officer's or employee's account no later than thirty days  
1 13 following the payroll deduction from the wages of the officer  
1 14 or employee. The deduction may be made even though the  
1 15 compensation paid to an officer or employee is reduced to an  
1 16 amount below the minimum prescribed by law. Payment to an  
1 17 officer or employee of compensation less the deduction shall  
1 18 constitute a full discharge of claims and demands for services  
1 19 rendered by the officer or employee during the period covered  
1 20 by the payment. The request for the deduction may be  
1 21 withdrawn at any time by filing a written notification of  
1 22 withdrawal with the state officer in charge of any of the  
1 23 state payroll systems.

1 24 EXPLANATION

1 25 This bill provides that state employees may authorize a  
1 26 deduction from their wages in an amount specified by the  
1 27 employee to be contributed to the employee's account in the  
1 28 Iowa educational savings plan trust created in Code section  
1 29 12D.2. The bill provides that payroll deductions be paid to  
1 30 the trust no later than 30 days following deduction from the  
1 31 employee's wages. The bill allows an employee to withdraw the  
1 32 request for deduction by written notification to the  
1 33 appropriate payroll officer.

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1 35 ec/pj/5